

General Assembly

Amendment

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LCO No. 4693

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Offered by:

SEN. LEBEAU, 3rd Dist. REP. BERGER, 73rd Dist. SEN. COLEMAN, 2nd Dist. REP. FELTMAN, 6th Dist. SEN. GOMES, 23rd Dist. REP. GREEN, 1st Dist.

To: Senate Bill No. 348 File No. 367 Cal. No. 248

"AN ACT CONCERNING RESEARCH ACTIVITIES OF THE COMMISSIONER OF ECONOMIC AND COMMUNITY DEVELOPMENT."

- 1 After the last section, add the following and renumber sections and
- 2 internal references accordingly:
- 3 "Sec. 501. Section 32-70a of the general statutes is repealed and the
- 4 following is substituted in lieu thereof (*Effective July 1, 2008*):
- 5 (a) On or before October 1, 2006, the Commissioner of Economic and
- 6 Community Development shall establish goals for enterprise zones
- 7 designated under section 32-70. The commissioner shall review such
- 8 goals every five years and update them as necessary and appropriate.
- 9 Such goals shall include, but not be limited to, increasing private
- 10 investment, expanding the tax base, providing job training and job
- 11 creation for residents of enterprise zones and reducing property
- 12 abandonment and housing blight in enterprise zones.

13 (b) On or before October 1, 2006, the Commissioner of Economic 14 and Community Development shall establish performance standards

- 15 to measure the progress of municipalities with enterprise zones in
- 16 attaining the goals for enterprise zones established under subsection
- 17 (a) of this section. The commissioner shall review and update such
- 18 performance standards as appropriate and necessary.
- 19 (c) On or before January 1, 2009, said commissioner shall submit, in
- 20 accordance with the provisions of section 11-4a, an interim report to
- 21 the joint standing committee of the General Assembly having
- 22 cognizance of matters relating to the Department of Economic and
- 23 <u>Community Development. Such interim report shall include</u>
- 24 <u>information on the following:</u>
- 25 (1) The goals established by the commissioner for each enterprise
- 26 zone and the method to be used to review such goals every five years,
- 27 <u>as provided in subsection (a) of this section;</u>
- 28 (2) The standards the commissioner shall use to determine if each
- 29 <u>enterprise zone has met its goal;</u>
- 30 (3) Information on the status of development of the format under
- 31 which businesses in enterprise zones are to submit data pursuant to
- 32 <u>subsection (d) of this section;</u>
- 33 (4) Information on the extent to which municipalities have begun to
- 34 evaluate the performance of enterprise zones, as required pursuant to
- 35 <u>subsection (e) of this section, and information on assistance provided</u>
- 36 by the Department of Economic and Community Development to
- 37 <u>municipalities in performing such evaluation;</u>
- 38 (5) Any preliminary findings about the progress of municipalities
- 39 with enterprise zones toward attaining goals established pursuant to
- 40 <u>subsection (a) of this section; and</u>
- 41 (6) Suggested changes or alternatives to the enterprise zone
- 42 program that may enable municipalities to achieve their goals more

- 43 efficiently.
- [(c)] (d) On or before [July] October 1, 2011, and every five years
- 45 thereafter, each business located within an enterprise zone that is
- 46 certified to receive enterprise zone benefits shall electronically submit,
- 47 in a format determined by the commissioner, a report to the
- 48 municipality, which shall include, but not be limited to:
- 49 (1) The name of the <u>certified</u> business <u>receiving enterprise zone</u> 50 benefits;
- 51 (2) The enterprise zone address of each <u>certified</u> business <u>receiving</u> 52 enterprise zone benefits;
- 53 (3) The date on which the <u>certified</u> business was first certified;
- 54 (4) The number of full-time jobs the <u>certified</u> business had at the 55 time of application;
- 56 (5) The number of part-time jobs the <u>certified</u> business had at the time of application;
- 58 (6) The number of full-time jobs of the <u>certified</u> business filled by 59 residents of the enterprise zone as of June thirtieth of each year since 60 certification;
- 61 (7) The number of part-time jobs of the <u>certified</u> business filled by 62 residents of the enterprise zone as of June thirtieth of each year since 63 certification;
- 64 (8) The number of full-time jobs the <u>certified</u> business had as of June 65 thirtieth of each year since certification;
- 66 (9) The number of part-time jobs the <u>certified</u> business had as of 67 June thirtieth of each year since certification;
- 68 (10) The average annual wage paid by the <u>certified</u> business to its 69 full-time employees as of June thirtieth of each year since certification;

70 (11) The average annual wage paid by the <u>certified</u> business to its 71 part-time employees as of June thirtieth of each year since certification;

- 72 (12) The number of employees of the <u>certified</u> business eligible for 73 health benefits as of June thirtieth of each year since certification;
- 74 (13) The per cent of average employee contribution to the health 75 plan of the <u>certified</u> business as of June thirtieth of each year since 76 certification;
- 77 (14) The amount invested by the <u>certified</u> business in job training as 78 of June thirtieth of each year since certification;
- 79 (15) The amount of square footage of the building or buildings 80 residing at the enterprise zone address at the time of application;
- 81 (16) The amount of square footage of the building or buildings 82 residing at the enterprise zone address as of June thirtieth of each year 83 since certification;
 - (17) The amount invested by the <u>certified</u> business or property owner in the building or buildings residing at the enterprise zone address as of June thirtieth of each year since certification;
- 87 (18) The amount invested in personal property, excluding 88 machinery and equipment used in the manufacture of goods, as of 89 June thirtieth of each year since certification;
- 90 (19) The amount invested in machinery and equipment used in the 91 manufacture of goods as of June thirtieth of each year since 92 certification;
- 93 (20) The amount of the personal property tax abatement awarded to 94 the <u>certified</u> business as of June thirtieth of each year since certification;
- 95 (21) The amount of the real property tax abatement awarded to the certified business as of June thirtieth of each year since certification;
- 97 (22) The amount of personal property tax actually paid by the

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98 <u>certified</u> business to the municipality as of June thirtieth of each year 99 since certification; and

- 100 (23) The amount of real property tax actually paid by the <u>certified</u> 101 business to the municipality as of June thirtieth of each year since 102 certification.
- 103 [(d)] (e) On or before [July] October 1, 2011, and every five years 104 thereafter, each municipality in which an enterprise zone is located 105 shall electronically submit, in a format determined by the 106 commissioner, a report to the commissioner evaluating the progress of 107 the municipality in meeting the performance standards established 108 under subsection (b) of this section. Each municipal report shall 109 include, to the extent available, a list of all businesses certified within 110 the municipality's enterprise zone, and the information provided by 111 businesses under subsection [(c)] (d) of this section.
 - [(e)] (f) On or before February 1, [2011] 2012, the commissioner shall assess the performance of each enterprise zone. In making such assessment the commissioner shall consider the report submitted under subsection [(c)] (e) of this section by the municipality in which the enterprise zone is located and any other information [he] the commissioner deems relevant. The commissioner shall report the findings of said assessment and any recommendations for improvement in the performance of the enterprise zone in the Department of Economic and Community Development's annual report.
- 122 [(f)] (g) On or before January 1, 2013, the commissioner shall assess 123 the performance of each enterprise zone and may recommend to the 124 joint standing committee of the General Assembly having cognizance 125 of all matters relating to the Department of Economic and Community 126 Development, **I**the Connecticut Development Authority 127 Connecticut Innovations, Incorporated, that the designation be 128 removed if [he] the commissioner determines that the enterprise zone 129 has not met performance standards established under subsection (b) of

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this section. Upon such recommendation, the General Assembly may remove the designation.

- Sec. 502. Subsection (c) of section 32-10 of the 2008 supplement to
- the general statutes is repealed and the following is substituted in lieu
- thereof (*Effective July 1, 2008*):
- 135 (c) The strategic plan required under this section shall include, but 136 not be limited to, the following:
- 137 (1) A review and evaluation of the economy of the state. Such 138 review and evaluation shall include, but not be limited to, a sectoral 139 analysis, housing market and housing affordability analysis, labor 140 market and labor quality analysis, demographic analysis and include 141 historic trend analysis and projections;
- 142 (2) A review and analysis of factors, issues and forces that impact or 143 impede economic development and responsible growth in Connecticut 144 and its constituent regions. Such factors, issues or forces shall include, 145 but not be limited to, transportation, including, but not limited to, 146 commuter transit, rail and barge freight, technology transfer, 147 brownfield remediation and development, health care delivery and 148 education, early primary education, secondary 149 postsecondary education systems and student performance, business 150 regulation, labor force quality and sustainability, social services costs 151 and delivery systems, affordable and workforce housing cost and 152 availability, land use policy, emergency preparedness, taxation, 153 availability of capital and energy costs and supply;
- 154 (3) Identification and analysis of economic clusters that are growing 155 or declining within the state;
- 156 (4) An analysis of targeted industry sectors in the state that (A) 157 identifies those industry sectors that are of current or future 158 importance to the growth of the state's economy and to its global 159 competitive position, (B) identifies what those industry sectors need 160 for continued growth, and (C) identifies, those industry sectors current

- and potential impediments to growth;
- 162 (5) A review and evaluation of the economic development structure 163 in the state, including, but not limited to, (A) a review and analysis of 164 the past and current economic, community and housing development 165 structures, budgets and policies, efforts and responsibilities of its 166 constituent parts in Connecticut; and (B) an analysis of the 167 performance of the current economic, community and housing 168 development structure, and its individual constituent parts, in meeting 169 its statutory obligations, responsibilities and mandates and their 170 impact on economic development and responsible growth in 171 Connecticut;
- 172 (6) Establishment and articulation of a vision for Connecticut that 173 identifies where the state should be in five, ten, fifteen and twenty 174 years;
 - (7) Establishment of clear and measurable goals and objectives for the state and regions, to meet the short and long-term goals established under this section and provide clear steps and strategies to achieve said goals and objectives, including, but not limited to, the following: (A) The promotion of economic development and opportunity, (B) the fostering of effective transportation access and choice including the use of airports and ports for economic development, (C) enhancement and protection of the environment, (D) maximization of the effective development and use of the workforce consistent with applicable state or local workforce investment strategy, (E) promotion of the use of technology in economic development, including access to high-speed telecommunications, and (F) the balance of resources through sound management of physical development;
- 188 (8) Prioritization of goals and objectives established under this section;
- 190 (9) Establishment of relevant measures that clearly identify and 191 quantify (A) whether a goal and objective is being met at the state, 192 regional, local and private sector level, and (B) cause and effect

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relationships, and provides a clear and replicable measurement methodology;

- 195 (10) Recommendations on how the state can best achieve goals 196 under the strategic plan and provide cost estimates for implementation 197 of the plan and the projected return on investment for those areas; 198 [and]
- 199 (11) A review and evaluation of the operation and efficacy of the 200 urban jobs program established pursuant to sections 32-9i to 32-9l, 201 inclusive, enterprise zones, contiguous municipality zones, defense 202 plant zones and manufacturing plant zones established pursuant to 203 section 32-70, railroad depot zones established pursuant to section 32-204 75a, qualified manufacturing plants designated pursuant to section 32-205 75c, entertainment districts established pursuant to section 32-76 and 206 enterprise corridor zones established pursuant to section 32-80; and
- [(11)] (12) Any other responsible growth information that the commissioner deems appropriate.
- Sec. 503. Subsection (b) of section 32-71 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July* 1, 2008):
- 212 (b) Any fixed assessment on any residential property shall cease if: 213 (1) For any residential rental property, any dwelling unit in such 214 property is rented to any person whose income exceeds two hundred 215 per cent of the median [family income of the municipality] income, as 216 determined by the United States Department of Housing and Urban 217 Development, for the area in which the municipality containing the 218 residential rental property is located; or (2) for any conversion 219 condominium declared after the designation of the enterprise zone, 220 any unit is sold to any person whose income exceeds two hundred per 221 cent of the median [family income of the municipality] income, as 222 determined by the United States Department of Housing and Urban 223 Development, for the area in which the municipality containing the 224 residential rental property is located."